

REFERENCE TITLE: state budget estimates; report

State of Arizona
House of Representatives
Forty-seventh Legislature
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2006

HB 2187

Introduced by
Representatives Biggs, Gorman, Groe, Quelland: McLain

AN ACT

AMENDING SECTIONS 35-131 AND 41-172, ARIZONA REVISED STATUTES; RELATING TO STATE BUDGET ESTIMATES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:
2 Section 1. Section 35-131, Arizona Revised Statutes, is amended to
3 read:

4 35-131. Accounting system: reports: notice of deficiency: forms

5 A. In accordance with generally accepted governmental accounting
6 principles, the department of administration shall develop and prescribe for
7 the use of all budget units a uniform accounting system so designed as to
8 ensure compliance with all legal and constitutional requirements including
9 those respecting the receipt and expenditure of and the accountability for
10 public monies.

11 B. The department of administration shall maintain complete, accurate
12 and current financial records relating to state monies and to other public
13 monies in the state treasury available to, encumbered by or expended by each
14 budget unit, including trust monies or other monies not subject to
15 appropriation, setting out all revenues, charges against all funds, fund and
16 appropriation balances, interfund transfers, outstanding warrants and
17 encumbrances, in a manner consistent with the uniform state accounting
18 system, for the preparation of statewide financial statements in accordance
19 with generally accepted governmental accounting principles.

20 C. Each month the department of administration shall prepare and
21 submit to the governor a report summarizing by budget unit and appropriation
22 or other fund source the above information in such form as will most clearly
23 and accurately set out the current fiscal condition of the state and shall
24 furnish to each budget unit a report of its transactions by appropriation or
25 other fund source in a form that will clearly and accurately show the fiscal
activity and condition of such appropriation or fund source.

26 D. The responsible official for each budget unit shall monitor reports
27 prepared pursuant to subsection C of this section to identify any projected
28 total deficiency for the budget unit fiscal year. On a determination of a
29 projected deficiency, the official shall take any action necessary to assure
30 continuing compliance with section 1-254 by notifying the governor, the
31 speaker of the house of representatives, the president of the senate and the
32 chairman of the joint legislative budget committee of the deficiency and the
33 reasons for the deficiency. The initial notification of the deficiency shall
34 be followed within ten business days by a report from the responsible budget
35 unit official that includes the following:

36 1. A complete explanation of the causes of the deficiency.

37 2. A plan that assures that the deficiency will be resolved within the
38 fiscal year without supplemental appropriation and that includes the policy
39 and programmatic implications of the deficiency and the plan.

40 3. A commitment to provide a progress report if the projected degree
41 of deficiency changes substantially. The report shall include additional
42 measures necessary to assure resolution of the deficiency within the fiscal
43 year.

1 E. On or before December 1 of each year, the director of the
2 department of administration shall submit to the governor a complete report
3 of the financial transactions of the preceding fiscal year and of the
4 financial condition of the state at the end of that year with such comments
5 and supplementary data as the director of the department of administration
6 deems necessary to make the report complete and readily understandable. The
7 report shall include all appropriated and nonappropriated monies in no less
8 detail than the state general fund.

9 F. ON OR BEFORE SEPTEMBER 15 OF EACH YEAR, THE DIRECTOR OF THE
10 DEPARTMENT OF ADMINISTRATION SHALL SUBMIT TO THE JOINT LEGISLATIVE BUDGET
11 COMMITTEE A REPORT EXPLAINING ANY DIFFERENCES IN THE DEPARTMENT OF
12 ADMINISTRATION'S ESTIMATE OF THE PREVIOUS FISCAL YEAR'S STATE BUDGET ENDING
13 YEAR BALANCE FROM THE ESTIMATE SUBMITTED BY THE STATE TREASURER PURSUANT TO
14 SECTION 41-172.

15 F. G. The director of the department of administration shall
16 prescribe uniform classifications for assets, liabilities, receipts and
17 expenditures and forms for the periodic reporting of financial accounts,
18 transactions and other matters by budget units compatible with the reports
19 required of the director of the department of administration under this
20 section. Such records and accounts shall be maintained and reconciled by
21 budget units. If required for reporting, the department of administration
22 may establish or delete funds and budget units may maintain additional
23 records for reporting to the federal government or other funding source.

24 G. H. Each organization that is included in the state's reporting
25 entity as defined by generally accepted accounting principles shall submit
26 all necessary financial statements or information to the department of
27 administration on a basis of accounting that is consistent with generally
28 accepted accounting principles and that is in accordance with the policies
29 and procedures of the department of administration.

Sec. 2. Section 41-172, Arizona Revised Statutes, is amended to read:

41-172. Duties; administering oaths; appointment of deputy state treasurer

A. The state treasurer shall:

34 1. Authenticate writings and documents certified by him with the seal
35 of his office.

36 2. Receive and keep securely in his custody all monies that belong to
37 the state and that are not required to be received and kept by some other
38 person.

39 3. File and keep the documentation delivered to the treasurer when
40 monies are deposited into the treasury.

41 4. Deliver to each person depositing money into the treasury a receipt
42 showing the amount, the source from which the money accrued, and the funds
43 into which it is deposited, and shall number such receipts in order,
44 beginning with number one at the commencement of each fiscal year, and
45 deliver a duplicate thereof to the department of administration.

1 5. Pay warrants drawn by the department of administration in the order
2 in which they are presented, and take upon the back thereof the receipt of
3 the person to whom it is paid.

4 6. Keep an account of all monies received and disbursed, and keep
5 separate accounts of the different funds and appropriations of money.

6 7. Give information in writing as to the condition of the state
7 treasury, or upon any subject relating to the duties of the treasurer, at the
8 request of a member of the legislature.

9 8. Deliver to the governor and the department of administration,
10 monthly, an accurate statement of receipts and expenditures of public monies
11 for the preceding month, containing a complete exhibit of all the public
12 monies received and paid from the state treasury, showing, under separate
13 heads, on what accounts and from what sources received, and for what
14 particular object or service the monies have been paid. The treasurer shall
15 deliver to the governor a similar statement on or before November 1 each year
16 for the preceding fiscal year. The statements are public records available
17 for inspection at the office of the state treasurer.

18 9. ON OR BEFORE SEPTEMBER 15 OF EACH YEAR, SUBMIT TO THE JOINT
19 LEGISLATIVE BUDGET COMMITTEE A REPORT EXPLAINING ANY DIFFERENCES IN THE
20 TREASURER'S ESTIMATE OF THE PREVIOUS YEAR'S STATE BUDGET ENDING YEAR BALANCE
21 FROM THE ESTIMATE SUBMITTED BY THE DEPARTMENT OF ADMINISTRATION PURSUANT TO
22 SECTION 35-131.

23 9-. 10. Exercise those specific powers of the surveyor-general as a
24 member of the selection board established under section 37-202.

25 B. The state treasurer may administer all oaths prescribed by law in
26 matters touching the duties of the office of the state treasurer, may appoint
27 a deputy state treasurer, may qualify and select investment managers or
28 advisors pursuant to section 35-318 and shall perform other duties required
29 by other laws of the state.

30 C. The state treasurer may obtain criminal history record information
31 pursuant to section 41-1750, subsection G from the department of public
32 safety criminal identification section for the purpose of employment of
33 personnel.